

## COUNTY ADMINISTRATIVE OFFICE

### BUDGET UNIT: JOINT POWERS LEASES (AAA JPL)

#### I. GENERAL PROGRAM STATEMENT

This component funds the cost of long-term lease payments for joint power facility agreements. There is no staffing associated with this budget unit.

#### II. BUDGET & WORKLOAD HISTORY

	<b>Actual 2001-02</b>	<b>Budget 2002-03</b>	<b>Estimated 2002-03</b>	<b>Department Request 2003-04</b>
Total Requirements	21,109,895	23,068,480	21,331,281	20,467,787
Total Revenue	629,201	-	-	-
Local Cost	20,480,694	23,068,480	21,331,281	20,467,787

2002-03 actual expenditures are expected to be less than budgeted. This is primarily a result of savings in interest expense on the county's variable rate certificates of participation due to historical lows in short term interest rates. These savings are partially offset by increased letter of credit fees on two of the county's variable rate issues.

Leases Included in this budget for 2003-04 are:

1997 Public Improvement Financing (ENVEST, West End Juvenile Facility, Pre-School Building)	1,429,699
County Government Center	3,244,600
West Valley Detention Center	5,292,858
Glen Helen Blockbuster Pavilion	1,352,868
Justice Center/Chino Airport Improvements	6,302,291
Subtotal	17,622,316
Savings from refinancing of West Valley Detention Center Project to be transferred for general fund financing purposes	4,401,747
Debt Administration (Trustee Fees, Letter of Credit Fees, Remarketing, Audit and Arbitrage services etc.)	823,075
Reimbursements **	(2,379,351)
	\$ 20,467,787

\*\* Reimbursements include Preschool building rents, Chino Airport rents, base payments from Glen Helen Pavilion and a transfer from the utilities budget.

#### III. HIGHLIGHTS OF RECOMMENDED PROGRAM FUNDED ADJUSTMENTS

##### STAFFING CHANGES

None.

## COUNTY ADMINISTRATIVE OFFICE

### **PROGRAM CHANGES**

In 2002-03, savings from refinancings were used to prepay \$3.2 million of the Glen Helen Taxable certificates of participation. In 2003-04, savings due to the refinancing of the West Valley Detention Center Project total \$4,401,747. Due to the potential impacts of the state budget on the county's general fund, it is proposed that these savings be transferred to the non-departmental budget unit as one-time financing available for allocation. This amount was included as one-time financing available in the 2003-04 financing plan issued on March 19, 2003.

### **OTHER CHANGES**

None.

#### **IV. VACANT POSITION IMPACT**

None.

#### **V. OTHER POLICY ITEMS**

None.

#### **VI. FEE CHANGES**

None.

GROUP: Administrative/Executive  
DEPARTMENT: County Administrative Office - Joint Powers Leases  
FUND: General AAA JPL

FUNCTION: General  
ACTIVITY: Property Management

## ANALYSIS OF 2003-04 BUDGET

	A	B	C	D	B+C+D E Board Approved Base Budget
	2002-03 Year-End Estimates	2002-03 Final Budget	Base Year Adjustments	Mid-Year Adjustments	
<b><u>Appropriation</u></b>					
Services and Supplies	23,603,013	25,340,212	(2,493,074)	-	22,847,138
Total Exp Authority	23,603,013	25,340,212	(2,493,074)	-	22,847,138
Reimbursements	(2,271,732)	(2,271,732)	(107,619)	-	(2,379,351)
Total Appropriation	21,331,281	23,068,480	(2,600,693)	-	20,467,787
Operating Transfers Out	-	-	-	-	-
Total Requirements	21,331,281	23,068,480	(2,600,693)	-	20,467,787
Local Cost	21,331,281	23,068,480	(2,600,693)	-	20,467,787

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## ANALYSIS OF 2003-04 BUDGET

	E	F	E+F	H	G+H	J	I+J
	Board	Recommended	G		I		K
	Approved	Program	2003-04	Vacant	2003-04	Recommended	2003-04
	Base	Funded	Department	Position	Proposed	Vacant	Recommended
	Budget	Adjustments	Request	Impact	Budget	Restoration	Budget
					(Adjusted)		
<b>Appropriation</b>							
Services and Supplies	22,847,138	(4,401,747)	18,445,391	-	18,445,391	-	18,445,391
Total Exp Authority	22,847,138	(4,401,747)	18,445,391	-	18,445,391	-	18,445,391
Reimbursements	(2,379,351)	-	(2,379,351)	-	(2,379,351)	-	(2,379,351)
Total Appropriation	20,467,787	(4,401,747)	16,066,040	-	16,066,040	-	16,066,040
Operating Transfers Out	-	4,401,747	4,401,747	-	4,401,747	-	4,401,747
Total Requirements	20,467,787	-	20,467,787	-	20,467,787	-	20,467,787
Local Cost	20,467,787	-	20,467,787	-	20,467,787	-	20,467,787

## COUNTY ADMINISTRATIVE OFFICE

### Base Year Adjustments

Services and Supplies	(2,144,223)	Reduce appropriation for one-time allocation of fund balance attributable to savings from the refinancing of the 1992 Justice Center/Airport Improvement Project. This, combined with \$1,055,777 of savings from the refinancing of the 1992 West Valley Detention Center Project, was used to prepay \$3,200,000 of the Glen Helen taxable Certificates of Participation in 2002-03.
	12,167	Minor changes in lease schedules.
	(286,000)	On-going savings from the prepayment of Glen Helen taxable certificates of participation.
	90,383	Increase lease expense to exclude interest on 1997 Public Improvement Project until a certificate of completion is filed.
	(333,661)	Return one-time appropriation for rebate payment on 1997 Public Improvement Project.
	168,260	Increase in Letter of Credit Fees.
	<u>(2,493,074)</u>	
Reimbursements	(100,000)	Estimated increase in reimbursement from Glen Helen Pavilion special revenue fund for naming rights.
	(7,619)	Minor changes in reimbursement schedules.
	<u>(107,619)</u>	
Total Requirements	<u>(2,600,693)</u>	
Local Cost	<u>(2,600,693)</u>	

### Recommended Program Funded Adjustments

Services and Supplies	(4,401,747)	Transfer appropriation from the 2003-04 one time savings from the refinancing of the West Valley Detention Center Project.
Total Appropriation	<u>(4,401,747)</u>	
Operating Transfers Out	4,401,747	Increase operating transfers out to transfer the fiscal year 2003-04 refinancing savings to the non-departmental budget unit to help offset impacts of the state budget.
Total Requirements	<u>-</u>	
Local Cost	<u>-</u>	